

NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION

NOTICE IS HEREBY GIVEN that the City Council of the City of Galveston, Texas (the “City”), will meet at City Hall, 823 Rosenberg, Galveston, Texas 77550 at 9:00 a.m. on September 15, 2022, which is the time and place tentatively set for the final passage of an ordinance authorizing the issuance of the City of Galveston, Texas, Combination Tax and Revenue Certificates of Obligation, Series 2022A (the “Certificates”) and such other action as may be deemed necessary to authorize the issuance of the Certificates, in the maximum aggregate principal amount not to exceed \$65,000,000, payable from ad valorem taxes and from a limited pledge of a subordinate lien on the net revenues of the City’s utility system, bearing interest at any rate or rates not to exceed the maximum interest rate now or hereafter authorized by law, as shall be determined within the discretion of the City Council of the City at the time of issuance of the Certificates, and maturing over a period not to exceed forty years from the date of issuance, for the purposes of evidencing the indebtedness of the City for all or any part of the costs associated with the construction of any public work, the purchase of materials, supplies, equipment, machinery, buildings, land and rights-of-way for authorized needs and purposes, or payment of professional services related to such projects, to wit: (a) the planning, acquisition, design, construction, extension and installation of certain improvements to the City’s [waterworks and sewer/utility] system, including pump stations, water treatment plant and related facilities and (b) the payment of costs of issuance for such series of certificates of obligation and other professional services related to the purposes herein. The estimated combined principal and interest required to pay the Certificates on time and in full is approximately \$118,418,725. Such estimate is provided for illustrative purposes only, and is based on an assumed interest rate of approximately 4.5%. Market conditions affecting interest rates vary based on a number of factors beyond the control of the City, and the City cannot and does not guarantee a particular interest rate associated with the Certificates. As of the date of this notice, the aggregate principal amount outstanding of tax-supported debt obligations of the City (excluding public securities secured by an ad valorem tax but designated by the City as self-supporting in Resolution No. 22-021, dated July 28, 2022, which resolution is available from the City upon request) is \$62,671,684 and based on the City’s expectations, as of the date of this notice the combined principal and interest required to pay all of the outstanding tax-supported debt obligations of the City (excluding public securities secured by an ad valorem tax but designated by the City as self-supporting) on time and in full is approximately \$83,534,131.

WITNESS MY HAND AND THE OFFICIAL SEAL OF THE CITY, this 28th day of July, 2022.

Janelle Williams
City Secretary
City of Galveston, Texas